

Dear Valued Supplier,

As you are aware, the *National Defense Authorization Act of 2019* ("NDAA") included restrictions on companies supplying goods and services to the U.S. Government. Section 889 of the NDAA details these restrictions regarding covered equipment and service providers: Huawei Technologies Company, ZTE Corporation, Dahua Technology Company, Hikvision Digital Technology Company and Hytera Communications Corporation, and any affiliate or subsidiary. Section 889, includes two different implementation dates – August 13, 2019 and August 13, 2020.

Phase 1 [Section 889 subsection (a)(1)(A)], became effective on August 13, 2019, and prohibits U.S. government agencies from procuring or contracting for any equipment, system or service that uses covered telecommunications equipment or services (including companies who supply to the U.S. Government) as a substantial or essential component of any system, or as critical technology as part of any system.

Phase 2 [Section 889 subsection (a)(1)(B) and (b)(1)] will become effective on August 13, 2020, and prohibits the U.S. Government from contracting with an entity that uses any equipment, system, or service that uses covered telecommunications equipment or services as a substantial or essential component of any system, or as critical technology as part of any system.

Given that the Company is a supplier to the U. S. Government, due diligence is required to determine any exposure in our supply chain resulting from the proposed changes in Section 889 subsection (a)(1)(B) and (b)(1) of the National Defense Authorization Act.

#### **Action Requested**

- Review your operations, including your supply chain, to determine if your company would be impacted by the proposed changes introduced in Section 889 (b) of the National Defense Authorization Act (as you understand it).
- Respond back to the Company confirming whether or not your company is impacted by the proposed changes.
- If impacted, and your company is doing business with any of the covered providers listed above, please provide details.

Please provide your answers by responding to this letter by COB Friday, June 26, 2020.

If you have questions, please contact \_\_\_\_\_.

Thank you in advance for your support.

Regards,